NEXSEN PRUET

Robert D. Coble Member Admitted in SC

December 17, 2020

The Public Service Commission of SC Daphne Duke, Clerk 101 Executive Center Dr., Suite 100 Columbia, South Carolina 29210

Re: Docket No. 220-293-C

Dear Ms. Duke:

Enclosed please find a Motion for Confidential Treatment of Financial Statements on behalf of Cathect Communications, Inc. in the above referenced case.

By copy of this letter, we are serving a copy of the same with all counsel of record.

Charleston If you have any questions regarding this matter, please do not hesitate to contact me.

Charlotte

Columbia

Greensboro

Greenville

Orcenvino

Hilton Head

Myrtle Beach

Raleigh

Robert D. Coble

Sincerely

RECEIVED

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PSC SC
MAIL / DMS

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Nexsen Pruet, LLC

Attorneys and Counselors at Law

BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

Application of Cathect Communications,)
Inc. for a Certificate of Public)
Convenience and Necessity to Provide)
Resold and Facilities-Based Local) DOCKET NO. 2020-293- C
Exchange, Exchange Access and)
Interexchange Telecommunications)
Services in the State of South)
Carolina, and for Alternative and)
Flexible Regulation)
_)
)

Cathect Communications, Inc. ("Applicant"), by counsel and pursuant to S.C. Code Ann. §39-8-10, et seq., S.C. Code Ann. Regs. 103-804(S)(2) and Commission Order No. 2005-226, hereby files this Motion for Protective Treatment ("Motion") in the above-captioned proceeding. By this Motion, Applicant seeks protective treatment by the South Carolina Public Service Commission ("Commission") of certain commercially-sensitive financial information attached as Exhibit B. filed as Trade Secret to its Application for Authority to Provide Resold and Facilities-Based Local Exchange, Exchange Access and Interexchange Telecommunications Services. Because this Motion is an inseparable part of the Application, it is being filed concurrently therewith.

In support of this Motion, Applicant provides the following:

1. The legal name, address, telephone and fax numbers of the Applicant are:

Cathect Communications, Inc. 2160 Lexington Ln. Cummings, GA 30040

2. All correspondence, notices, inquiries, and other communications regarding this Motion should be addressed to:

Bob Coble, Esq. Member Nexsen Pruet, LLC 1230 Main Street, Suite 700 (29201) Post Office Drawer 2426 Columbia, SC 29202

With a copy to:

Suzane Anderson Cathect Communications, Inc. 2160 Lexington Ln. Cummings, GA 30040

I. Description of Confidential Information

The Application requires Applicant to disclose evidence of its financial ability to provide service by submitting documentation of its financial resources. Pursuant to this requirement, Applicant is submitting its unaudited financial statements. This information contains highly confidential and strictly proprietary information, the public disclosure of which would result in direct, immediate and substantial harm to Applicant's competitive position in South Carolina and in other states where Applicant is currently doing business.

II. Grounds for Claim of Confidentiality

The financial information submitted by Applicant in Exhibit B of its Application fits squarely within the definition of a "trade secret" under the South Carolina Trade Secrets Act. Moreover, the information contained in Exhibit B qualifies as "trade secret" exempt from disclosure pursuant to S.C. Code Ann. § 30-4-40(a)(l) of the South Carolina Freedom of Information Act. As a privately-held company, Applicant's financial qualifications are not readily ascertainable. Applicant currently has no legal obligation to prepare or submit projected financial

¹ A "trade secret" is defined in S.C. Code 39-8-20(5)(a) as information that "(i) derives independent economic value, actual or potential, from not being generally known to, and not being readily ascertainable by proper means by the public...and (ii) is the subject of efforts that are reasonable under the circumstances to maintain its secrecy."

statements, or to report any financial information to a public entity. Further, the unavailability of this information derives independent economic value for the Applicant because the disclosure of such information would harm its ability to compete in the provision of advanced telecommunications services in South Carolina. Applicant is not a public entity and its financial and business information is uniquely sensitive.

Applicant takes considerable efforts to maintain the secrecy of the information contained in its financial statements. Financial information of this type is not publicly disseminated, and Applicant takes reasonable steps to guard this information internally as well. Its disclosure is limited to Applicant's senior officers, its counsel and employees of the company who are directly involved with its financial operation. Furthermore, when required to submit financial information to public authorities, all such information is clearly stamped "confidential" and is accompanied by formal requests to maintain the confidentiality of the information and to withhold it from public disclosure.

Applicant clarifies that its request for protection applies only to the financial information contained in Exhibit B to the Application. Applicant is not seeking protection of any type by means of this Motion for those reports it will be required to file with the Office of Regulatory Staff ("ORS") should the relief sought in the Application be granted: the Annual Report From, Gross Receipts Report, or the Universal Service Fund Worksheet.

III. Conclusion

The financial information included in support of the Application, for which confidential treatment is requested, is both proprietary and competitively sensitive. Applicant would suffer substantial direct harm if such information is made publicly available. The harm that would result from public disclosure of Applicant's financial information is real and not speculative. Moreover,

to date, no other jurisdiction has required Applicant to make its financial information publicly available. For the foregoing reasons, the financial information included in <u>Exhibit B</u> should be protected from public disclosure by the Commission.

WHEREFORE, Applicant requests that the Commission rule that the information contained in Exhibit B of the Application for a Certificate of Public Convenience and Necessity be ruled exempt from public disclosure and provided confidential treatment in accordance with S.C. Code Ann. § 39-8-10, et seq. and other applicable law, and grant such other relief as is just and proper.

Respectfully submitted,

By: Robert D. Coble, Esq.

Member

Nexsen Pruet, LLC

1230 Main Street, Suite 700 (29201)

Post Office Drawer 2426 Columbia, SC 29202

Tel.803.253.8211

Counsel for Applicant

Dated: 12-17-20

THE PUBLIC SERVICE COMMISSION

OF SOUTH CAROLINA

DOCKET NO. 2020-293-C

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Application of Cathect Communications,)
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Services in the State of South)
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Flexible Regulation

CERTIFICATE OF SERVICE

This is to certify that I, Courtney E. Belton, have this date served one (1) copy of the **Motion for Confidential Treatment of Financial Statements** in the above-referenced matter to the person(s) named below by causing said copy to be electronically mailed, addressed as shown below:

Carri Grube Lybarker
Roger P. Hall
SC Department of Consumer Affairs
293 Greystone Blvd., Suite 450
Columbia, SC 29210
clybarker@scconsumer.gov

Jeffrey M. Nelson , Counsel Office of Regulatory Staff 1401 Main Street, Suite 900 Columbia, SC 29201 jnelson@ors.sc.gov

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Columbia, SC 29210
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Courtney Belton

December 17, 2020 Columbia, South Carolina